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14	SUPERIOR COURT OF THE	STATE OF CALIFORNIA
15	IN AND FOR THE COUNTY OF SACRAMENTO	
16		TI OI BACKAMENTO
17	FAIR POLITICAL PRACTICES COMMISSION,) Case No. 02AS04545
18	a state agency,	
19	Plaintiff,) DECLARATION OF MARK) KRAUSSE IN SUPPORT OF
20	v.	OPPOSITION TO MOTION TO QUASH
21`	AGUA CALIENTE BAND OF CAHUILLA INDIANS, and DOES I-XX,) Date: December 20, 2002) Time: 2:00 p.m.
22	Defendants.	Dept: 53 Judge: Hon. Loren McMaster
23	Dolondants.	Action Filed July 31, 2002 No Trial Date Set
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I, MARK KRAUSSE, declare as follows:

- 1. I am the Executive Director of the Fair Political Practices Commission. I was appointed to this position in September of 2001. For sixteen months prior to being appointed Executive Director, I was the Commission's Director of Governmental Relations. As Executive Director, I continue to function as the agency's liaison to the Legislature, monitoring bill introductions and amendments, writing bill analyses, meeting with legislators and testifying before legislative committees. Prior to employment with the Commission, I was a Legislative Representative for the California Department of Education (April 1999 to January 2000), Vice President of, and a registered lobbyist for, the Association for California Tort Reform (August 1997 to December 1998), and Director of Governmental Relations for The Doctors Company, a professional liability insurance company (April 1996 to August 1997). My training in the legislative process was provided during eight years as a consultant in the state Senate and Assembly (March 1988 to March 1996). I left the legislative staff briefly from August 1993 to March 1994 to serve as Legislative Manager for the State Teachers' Retirement System. I make this declaration in support of the Fair Political Practices Commission's Opposition to Defendant's Motion to Quash.
- 2. The California Legislature consists of a total of 120 elected officeholders, 80 members of the Assembly, and 40 members of the Senate. Each state senator represents approximately 850,000 California residents, while each assembly member represents approximately 425,000 Californians. In my experience, California legislators work diligently to stay in touch with their constituents, so that they can represent the interests of their districts fully and fairly. Nevertheless, it is a fact of life that legislators are able to communicate directly with only a small fraction of their constituents. As a result, some constituents with legislative interests employ lobbyists to communicate their concerns in person with members of the Legislature.
- 3. According to the California Secretary of State's office, approximately 1,000 individuals are registered lobbyists in California. That figure includes only those who lobby at the state level; it does not include those who lobby only in local jurisdictions. In my experience, professional lobbyists have both the time and access to communicate directly with legislators and their staff. Lobbyists generally possess valuable expertise in legislative institutions and processes, become known and

familiar to legislators, and many are effective communicators. Lobbyists are retained by a diverse clientele, from small non-profit groups to multi-national corporations and even government bodies.

- 4. I have personally reviewed the four quarterly Form 635 lobbyist employer activity report filings submitted by that the Agua Caliente Band of Cahuilla Indians for 2001. Although the tribe reported over \$250,000 in payments to a lobbying firm for this period, it did not list any of the legislative measures lobbied during that period. The tribe subsequently sent a letter, dated June 28, 2002, to the Secretary of State listing the bills and offices that the tribe lobbied in 2001, but did not amend the quarterly lobbyist reports. A true and correct copy of this letter is attached to this declaration as Exhibit A.
- 5. I have witnessed a marked growth in the presence of Native American Indian tribes in the legislative process over the last decade, a development that has been well-publicized in the media and which is generally known to the public. A number of tribes with a financial stake in gaming operations have sought legislation to further their interests, and have retained prominent lobbyists and lobbying firms to assist them. Bills directly involving gaming issues go to the Committees on Governmental Organization in each house of the Legislature, and are sometimes "double-referred" to other committees, such as Judiciary, Labor and Industrial Relations, Local Government or Revenue and Taxation, when the subject matter of the bill is overlapping. Tribes with gaming interests also seek to influence the outcome of legislation on matters not directly related to gaming, notably in the areas of health and land use. Such legislation can affect many non-tribal citizens of this state, as well as tribal members.
- 6. I have reviewed the bills listed on Exhibit A and those reported by the tribe on Form 635 filings for the first three quarters of 2002. Most of the measures relate to gaming on tribal land, or issues specific to Native Americans, but three had broader implications for all Californians: AB 2118 (Dickerson), AB 930 (Vincent) and SB 1828 (Burton). AB 2118 (Chapter 368, Statutes of 2002) delayed the applicability of the California Occupational Safety and Health Act to volunteer firefighters until January 1, 2004. AB 930 would have authorized unspent State Lottery administrative funds to be directed to lottery prizes, and would have allowed the State Lottery to use the bingo theme for a lottery

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game. SB 1828 would have provided Native American cultural and religious sites special status under the California Environmental Quality Act.

- 7. During the 2001-02 Session of the California Legislature, I followed the progress of SB 1828. This bill sought to amend the California Environmental Quality Act (CEQA -- Public Resources Code §21000 et seq.) to provide special status to Native American cultural and religious sites. CEQA requires public agencies to identify the significant adverse environmental effects of proposed land use actions and, to the extent feasible, either avoid or mitigate those effects. (CEQA Guidelines, Cal. Code of Regulations, title 14, section 15002.) The special status afforded by SB 1828 to Native American cultural and religious sites, and the manner in which land could be designated as such a site, was widely seen as having a potentially major impact on land use decisions throughout California. For this reason, the bill was very controversial and generated a great deal of media coverage and a great deal of attention from interest groups and lobbyists.
- 8. SB 1828 was heavily lobbied in the Legislature. It clearly was of concern to many California Indian tribes, more than 30 of whom, including the Agua Caliente Tribal Council, expressly registered their support for the bill. However, the bill had significance for many other citizens of California, not just members of Indian tribes. Many other powerful groups, including the California Chamber of Commerce, the California Association of Realtors, the California Mining Association, the California Building Industry Association, the California Business Properties Association, and the California Cattlemens Association, registered their opposition to the bill. I am able to determine that fact by reviewing the committee and floor analyses of the bills, which list those groups who have registered support or opposition, usually by a letter to the Legislature. A true and correct copy of one such analysis, the final Senate floor analysis for SB 1828, written shortly before the Senate floor vote, is attached as Exhibit B.
- SB 1828 easily passed the Assembly, where it received a vote of 58 to 14; it required 41 aye votes for passage. It also passed the Senate, by a vote of 22 to 7. Governor Davis vetoed SB 1828, however. A true and correct copy of the Governor's veto message, downloaded from the official Legislature site, is attached as Exhibit C to this declaration. In the veto message the Governor applauded the bill's intent to protect sacred tribal sites, but expressed concern over the broader

implications of the bill for development projects throughout California. The Governor stated "under this bill, any site may be placed on the list [of specially protected, sacred sites] by anyone, no matter the level of evidence that the site is sacred. Nonetheless, simply placing a site on the list gives it all the protections afforded by the bill." Expressing concern that the bill "gives Native Americans influence over the CEQA process that no other party, agency or governmental body now has," the Governor went on to say "it is not clear that we need to enlist CEQA to protect sacred sites."

particular group monitored or actively lobbied would have to search through several versions of analyses on each of the approximately 7,000 legislative measures introduced each session. The most common method of conducting this kind of research is to use the Legislative Counsel's bill tracking system at www.leginfo.ca.gov. Individual legislators, and legislative committees, are not required to keep track of visits by lobbyists; only the lobbyist and lobbyist employer are required to track and report such activity. Moreover, not every lobbying effort is reflected in a bill analysis, and lobbying efforts directed at statewide officers (such as the Governor and Attorney General) may not be reflected in any publicly available document. Therefore, without an accurate lobbyist employer report on file, it is virtually impossible to know what bills and offices were lobbied by any particular group. Indeed, of the 37 legislative measures lobbied by the Agua Caliente Band of Cahuilla Indians in the first seven quarters of the 2001-02 legislative session, their position is listed in the analyses of only three—AB 978 (Steinberg), SB 41 (Alpert), and SB 1828 (Burton).

I declare under penalty of perjury under the laws of the state of California that the foregoing is true and correct of my own knowledge, and that if called upon to testify to the facts set forth herein, I would and could competently testify thereto.

Executed this 10th day of December, 2002, at Sacramento, California.

Mark Krausse

Fair Political Practices Commission